

**FORM
INSP**

Rev
X/15

**State of Colorado
Oil and Gas Conservation Commission**

1120 Lincoln Street, Suite 801, Denver, Colorado 80203
Phone: (303) 894-2100 Fax: (303) 894-2109



Inspection Date:

01/14/2020

Submitted Date:

01/14/2020

Document Number:

699800386

FIELD INSPECTION FORM

Loc ID 418660 Inspector Name: De Paolo, Corey On-Site Inspection 2A Doc Num: _____

Status Summary:

- THIS IS A FOLLOW UP INSPECTION
- FOLLOW UP INSPECTION REQUIRED
- NO FOLLOW UP INSPECTION REQUIRED

Operator Information:

OGCC Operator Number: 10456
Name of Operator: CAERUS PICEANCE LLC
Address: 1001 17TH STREET #1600
City: DENVER State: CO Zip: 80202

Findings:

- 12 Number of Comments
- 3 Number of Corrective Actions
- Corrective Action Response Requested

ANY CORRECTIVE ACTION(S) FROM PREVIOUS INSPECTIONS THAT HAVE NOT BEEN ADDRESSED ARE STILL APPLICABLE

Contact Information:

| Contact Name | Phone | Email | Comment |
|-----------------|-------|---------------------------------------|---------|
| , Caerus | | COGCC.inspections@caerusoilandgas.com | |
| Pesicka, Conor | | conor.pesicka@state.co.us | |
| Kellerby, Shaun | | shaun.kellerby@state.co.us | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|-------------------------|-------------|
| 418671 | WELL | PR | 08/04/2011 | GW | 077-10100 | Stewart 36-13H (PL36SW) | PR |

General Comment:

COGCC Inspection Report Summary
On Tuesday 1/14/20 at approximately 10:30 hours, I, Inspector Corey De Paolo, conducted an on-site inspection at CAERUS PICEANCE LLC Stewart /36-13H (PL36SW), Location #418660 in Mesa County Colorado.
While there, I observed normal production operations.
During this inspection the following possible compliance issues were observed: 1000 gallon tank contents and NFPA labels weathered and not legible. See photo #0396 and #0398 with a corrective action date of 3/14/20. Unused equipment and debris in 1000 gallon tank containment. See photo #0397 with a corrective action date of 1/29/20. Flowline riser not LO/TO. See photo #0399 with a corrective action date of 1/15/20.

A follow up on this site inspection needs to be conducted to ensure the compliance issues have been corrected to comply with COGCC rules.
This is a summary of inspection report.

| Location | | | |
|--|---|--------|------------|
| Lease Road: | | | |
| Type | Access | | |
| comment: | | | |
| Corrective Action | | Date: | |
| Overall Good: <input checked="" type="checkbox"/> | | | |
| Signs/Marker: | | | |
| Type | TANK LABELS/PLACARDS | | |
| Comment: | 1000 gallon tank contents and NFPA labels weathered and not legible. See photo #0396 and #0398 | | |
| Corrective Action: | All tanks with a capacity of ten (10) barrels or greater shall be labeled with tanks contents and NFPA label. Properly label tank. | Date: | 03/14/2020 |
| Type | WELLHEAD | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | BATTERY | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | CONTAINERS | | |
| Comment: | Chemical tank | | |
| Corrective Action: | | Date: | |
| Emergency Contact Number: | | | |
| Comment: | 911 | | |
| Corrective Action: | | Date: | _____ |
| Good Housekeeping: | | | |
| Type | DEBRIS | | |
| Comment: | Unused equipment and debris in 1000 gallon tank containment. See photo #0397 | | |
| Corrective Action: | production facilities, shall be kept free of equipment and debris not necessary for use on that lease. Remove unused equipment from location. | Date: | 01/29/2020 |
| Type | UNUSED EQUIPMENT | | |
| Comment: | Flowline riser not LO/TO. See photo #0399 | | |
| Corrective Action: | Flow line risers not LO/TO or marked are considered unused equipment. Properly lock out tag out flowline riser. | Date: | 01/15/2020 |
| Overall Good: <input checked="" type="checkbox"/> | | | |
| Spills: | | | |
| Type | Area | Volume | |
| In Containment: No | | | |
| Comment: | | | |
| <input type="checkbox"/> Multiple Spills and Releases? | | | |
| Fencing/: | | | |
| Type | LOCATION | | |

| | | | | | |
|-----------------------------------|-----------------------------------|--|--|-------|-----------------|
| Comment: | Barbed wire fence around location | | | Date: | |
| Corrective Action: | | | | Date: | |
| Equipment: | | | | | corrective date |
| Type: Ancillary equipment | # 1 | | | | |
| Comment: | Chemical tank by wellhead | | | Date: | |
| Corrective Action: | | | | Date: | |
| Type: Plunger Lift | # 1 | | | | |
| Comment: | | | | Date: | |
| Corrective Action: | | | | Date: | |
| Type: Pig Station | # 1 | | | | |
| Comment: | | | | Date: | |
| Corrective Action: | | | | Date: | |
| Type: VRT | # 1 | | | | |
| Comment: | | | | Date: | |
| Corrective Action: | | | | Date: | |
| Type: Gas Meter Run | # 1 | | | | |
| Comment: | | | | Date: | |
| Corrective Action: | | | | Date: | |
| Type: Horizontal Heater Treater | # 1 | | | | |
| Comment: | | | | Date: | |
| Corrective Action: | | | | Date: | |
| Type: Bird Protectors | # 2 | | | | |
| Comment: | | | | Date: | |
| Corrective Action: | | | | Date: | |
| Type: Horizontal Heated Separator | # 1 | | | | |
| Comment: | | | | Date: | |
| Corrective Action: | | | | Date: | |

Tanks and Berms:

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--------------------|---|----------|-----------|---------|--------|
| METHANOL | 1 | 1000 GAL | STEEL AST | | , |
| Comment: | | | | | |
| Corrective Action: | | | | | Date: |

Paint

| | | |
|------------------|----------|--|
| Condition | Adequate | |
| Other (Content) | | |
| Other (Capacity) | | |
| Other (Type) | | |

Berms

| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance |
|-------|----------|---------------------|---------------------|-------------|
| Metal | Adequate | Walls Sufficent | Base Sufficent | Adequate |

| | | | | | | | |
|--|----------|---------------------|---------------------|-------------|--------|-------|--|
| Comment: Separate containment | | | | | | Date: | |
| Corrective Action: | | | | | | Date: | |
| Contents | # | Capacity | Type | Tank ID | SE GPS | | |
| CONDENSATE | 1 | 500 BBLs | STEEL AST | | , | | |
| Comment: | | | | | | Date: | |
| Corrective Action: | | | | | | Date: | |
| Paint | | | | | | | |
| Condition | Adequate | | | | | | |
| Other (Content) | | | | | | | |
| Other (Capacity) | | | | | | | |
| Other (Type) | | | | | | | |
| Berms | | | | | | | |
| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance | | | |
| Metal | Adequate | Walls Sufficient | Base Sufficient | Adequate | | | |
| Comment: Centralized containment | | | | | | Date: | |
| Corrective Action: | | | | | | Date: | |
| Contents | # | Capacity | Type | Tank ID | SE GPS | | |
| METHANOL | 1 | 1000 GAL | STEEL AST | | , | | |
| Comment: | | | | | | Date: | |
| Corrective Action: | | | | | | Date: | |
| Paint | | | | | | | |
| Condition | Adequate | | | | | | |
| Other (Content) | | | | | | | |
| Other (Capacity) | | | | | | | |
| Other (Type) | | | | | | | |
| Berms | | | | | | | |
| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance | | | |
| Metal | Adequate | Walls Sufficient | Base Sufficient | Adequate | | | |
| Comment: Centralized containment | | | | | | Date: | |
| Corrective Action: | | | | | | Date: | |
| Venting: | | | | | | | |
| Yes/No | NO | | | | | | |
| Comment: | | | | | | | |
| Corrective Action: | | | | | | | |
| Date: | | | | | | | |
| Flaring: | | | | | | | |
| Type | | | | | | | |
| Comment: | | | | | | | |
| Corrective Action: | | | | | | | |
| Date: | | | | | | | |

Inspected Facilities

Facility ID: 418671 Type: WELL API Number: 077-10100 Status: PR Insp. Status: PR

Producing Well

Comment: [Producing](#)

Corrective Action:

Date:

Reclamation - Storm Water - Pit

Storm Water:

| Loc Erosion BMPs | BMP Maintenance | Lease Road Erosion BMPs | Lease BMP Maintenance | Chemical BMPs | Chemical BMP Maintenance | Comment |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
| Gravel | | | | | | |
| Ditches | | | | | | |
| Berms | | | | | | |
| | | Compaction | | | | |
| | | Check Dams | | | | |
| | | Culverts | | | | |
| Compaction | | | | | | |
| | | Berms | | | | |
| | | Gravel | | | | |

Comment:

Corrective Action:

Date: _____

Pits: NO SURFACE INDICATION OF PIT

Attached Documents

You can go to COGCC Images (<https://cogcc.state.co.us/weblink/>) and search by document number:

| Document Num | Description | URL |
|--------------|-----------------------------|---|
| 699800387 | Photos for Insp. #699800386 | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5037826 |